



Date last Updated: 20.10.2020

**CLUSTER SPECIFIC SCHEME  
BILL DISCOUNTING FACILITY TO CONTRACTORS  
AREA OF OPERATION: KERALA**

<b>Purpose</b>	To pay off the bills raised by the PWD Contractors/ Contractors/ Suppliers / Accredited Agencies of all other Departments/ Institutions / Local state Government Department on Government of Kerala (GOK).
<b>Operation of the scheme</b>	Kerala
<b>Eligibility</b>	All Contractors where bills have been approved by Government of Kerala can avail this facility.
<b>Type of Facility</b>	Short Term Credit (Working Capital – Bill Discounting )
<b>Margin</b>	NIL
<b>Quantum of finance</b>	Minimum: Above Rs. 5.00 Lacs Maximum: No Ceiling
<b>Rate of interest</b>	Rate of interest as per prevailing guidelines of the Bank linked to RLLR of the Bank, subject to changes from time to time
<b>Tenure of the loan</b>	Maximum of 5 Months from the date of discount.
<b>Repayment</b>	Proceeds of bills discounted are credited directly to the borrower's account (Current/OCC A/c) as confirmed by the Bank through certification to the Drawing and Disbursing Officer (DDO) / Cheque Issuing Authority/Divisional Office of Kerala Govt.
<b>Security</b>	Hypothecation of Book debts.
<b>Validity</b>	29.03.2021

Conditions apply. The information provided above is only illustrative and not exhaustive.

Contact: For more details, please contact your nearest: Canara Bank Branch or E-mail to: [hosbu@canarabank.com](mailto:hosbu@canarabank.com)